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FISCAL IMPACT STATEMENT

LS 6578

BILL NUMBER: HB 1170

NOTE PREPARED: Jan 17, 2013

BILL AMENDED:

SUBJECT: Training 2000 Program.

FIRST AUTHOR: Rep. Heuer

FIRST SPONSOR:

BILL STATUS: CR Adopted - 1st House

FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: This bill expands training assistance under the Training 2000 Program to provide assistance to: (1) new or expanding businesses for the training or retraining of incumbent employees; and (2) any business in Indiana for the retraining and upgrading of employee skills required to support existing capital investment.

Effective Date: July 1, 2013.

Explanation of State Expenditures: *Indiana Economic Development Corporation (IEDC):* This bill expands the eligibility for businesses to receive Training 2000 funds. The IEDC may be required to process additional applications for Training 2000 assistance. In addition, the expanded eligibility may result in more assistance being offered. The amount of additional funds that may be provided depends solely on IEDC's approval process and future appropriations. The IEDC's current level of staff and resources should be sufficient to implement the bill's requirements.

Additional Background - The Training 2000 Program and Fund is comprised of the Skills Enhancement Fund (SEF), Indiana Specific Insurance Related Education (INSPIRE) Training Program, and Technology Enhancement Certification for Hoosiers (TECH) Fund. The programs are administered by the IEDC to provide reimbursements for a qualified business's training costs. Current law allows the IEDC to provide assistance for new employees of a new or expanding business or for retaining and upgrading of skills required to support a new capital investment. The IEDC has offered 213 businesses \$18 M in Training 2000 Funds between FY 2010 and FY 2012.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Indiana Economic Development Corporation.

Local Agencies Affected:

Information Sources: Indiana Economic Development Corporation, *Economic Incentives and Compliance Report*, June 30, 2012.

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